

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
POWER COST EQUALIZATION ENDOWMENT FUND**

**SCHEDULE OF INVESTED ASSETS
August 31, 2007 and 2006**

	<u>2007</u>	<u>2006</u>
Investments (at fair value)		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ <u>1,913</u>	\$ <u>-</u>
Marketable debt and equity securities		
Broad Market Fixed Income Pool	154,242,395	64,770,966
Non-retirement Domestic Equity Pool	154,513,966	80,140,127
EAFE International Equity Pool	15,294,357	-
SOA International Equity Pool	<u>59,856,905</u>	<u>29,597,247</u>
Total marketable debt and equity securities	<u>383,907,623</u>	<u>174,508,340</u>
Income receivable	<u>4</u>	<u>150</u>
Total invested assets	<u>\$ <u>383,909,540</u></u>	<u>\$ <u>174,508,490</u></u>

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
POWER COST EQUALIZATION ENDOWMENT FUND**

**SCHEDULE OF INVESTMENT INCOME
AND CHANGES IN INVESTED ASSETS**

**For the Month Ended
August 31, 2007**

	<u>CURRENT MONTH</u>	<u>YEAR TO DATE</u>
Investment Income		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ <u>3</u>	\$ <u>10</u>
Marketable debt and equity securities		
Broad Market Fixed Income Pool	1,481,227	2,541,283
Non-retirement Domestic Equity Pool	2,119,380	(4,367,662)
EAFE International Equity Pool	(244,471)	(245,251)
SOA International Equity Pool	(181,707)	(1,624,353)
Commission Recapture - International	<u>-</u>	<u>-</u>
Total income (loss) marketable debt and equities	<u>3,174,429</u>	<u>(3,695,983)</u>
Total investment income (loss)	3,174,432	(3,695,973)
Total invested assets, beginning of period	393,362,664	400,250,076
Net contributions (withdrawals)	<u>(12,627,556)</u>	<u>(12,644,563)</u>
Total invested assets, end of period	<u>\$ 383,909,540</u>	<u>\$ 383,909,540</u>

STATE OF ALASKA
DEPARTMENT OF REVENUE - TREASURY DIVISION
INVESTED ASSETS UNDER THE INVESTMENT AUTHORITY OF THE COMMISSIONER OF REVENUE

POWER COST EQUALIZATION ENDOWMENT FUND
Asset Allocation Policy with Actual Investment Holdings as of
August 31, 2007
(Stated in Thousands)

Asset Allocation Policy Effective Date: 7/1/07

Fund established 5/24/00

	Asset Allocation		Market Values	Current Allocation	Current Variance
	Policy	Range			
Cash and cash equivalents					
Short-term Fixed Income Pool	Residual		2	0.00%	n/a
Total cash and cash equivalents	2.00%	0% - 2%	2	0.00%	n/a
Marketable debt securities					
Broad Market Fixed Income Pool	41.00%	36%-46%	154,243	40.18%	0.82%
Total Marketable debt securities	41.00%		154,243	40.18%	0.82%
Equities					
Non-retirement Domestic Equity Pool	42.00%	37%-47.%	154,514	40.25%	1.75%
International Equity Pools	17.00%	12%-22%	75,151	19.58%	-2.58%
Total investments AY 13	100.00%		383,910	100.00%	0.00%
Income Receivable			-		
Total Invested Assets At Fair Value			383,910		